

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# S. 1028

To provide for the income tax treatment of certain distributions under a governmental plan.

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## IN THE SENATE OF THE UNITED STATES

MAY 26 (legislative day, APRIL 19), 1993

Ms. MIKULSKI introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To provide for the income tax treatment of certain distributions under a governmental plan.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

### 3       **SECTION 1. TREATMENT OF CERTAIN DISTRIBUTIONS**

#### 4                       **UNDER A GOVERNMENTAL PLAN.**

5       If—

6               (1) during calendar years 1987, 1988, 1989,  
7       and 1990, distributions were made under a govern-  
8       mental plan (as defined in section 414(d) of the in-  
9       ternal Revenue Code of 1986) in connection with the  
10      transition to a new retirement system being estab-

1 lished by the governmental entity maintaining such  
2 plan,

3 (2) one or more of the employees receiving such  
4 distributions erroneously treated such distributions  
5 as eligible for rollover treatment under section  
6 402(a)(5) of such Code, and

7 (3) with respect to such distributions received  
8 in calendar years 1987, 1988, and 1989, the Inter-  
9 nal Revenue Service is providing relief to employees  
10 who erroneously treated such distributions as being  
11 so eligible,

12 the Internal Revenue Service shall provide the same relief  
13 for distributions received in calendar year 1990 as is being  
14 provided for distributions received in calendar years 1987,  
15 1988, and 1989.

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